A BILL FOR AN ACT

RELATING TO THE ENVIRONMENT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the State of Hawaii
- 2 has made significant progress in implementing policy to reduce
- 3 the use of fossil fuels for energy generation. However, more
- 4 than two-thirds of the fossil fuel imported into the State is
- 5 used for transportation, which is not included in Hawaii's one
- 6 hundred per cent renewable energy policy. Therefore, the
- 7 legislature finds that the State must accelerate a transition to
- 8 cleaner transportation to reach its carbon emissions reduction
- 9 goals.
- 10 Although the cost of electric vehicles has decreased and
- 11 continues to drop, the lack of electric vehicle charging systems
- 12 remains a barrier to the more widespread adoption of electric
- 13 vehicles. Creating incentives to build out a more robust
- 14 electric vehicle infrastructure will make electric vehicles a
- 15 viable option for more consumers, especially those who may not
- 16 have a rooftop solar system that allows them to charge their
- 17 electric vehicles at home at a lower cost.

Ţ	The purpose of this Act is to:
2	(1) Create a program to be administered by the public
3	utilities commission that offers rebates for the
4	installation of new electric vehicle charging systems
5	or the upgrade of existing electric vehicle charging
6	systems, to be funded by a newly established electric
7	vehicle charging system rebate program special fund;
.8	and
9	(2) Amend the uses for which funds from the energy
10	security special fund may be used.
11	SECTION 2. Chapter 269, Hawaii Revised Statutes, is
12	amended by adding two new sections to be appropriately
13	designated and to read as follows:
14	"§269-A Electric vehicle charging system; rebate program;
15	special fund. (a) The public utilities commission, in
16	consultation with electric vehicle stakeholders and the state
17	energy office, shall administer a rebate program that
18	incentivizes the installation or upgrade of an electric vehicle
19	charging system, as provided in this section, and may contract
20	with a third-party administrator pursuant to section 269-B to
21	operate and manage the rebate program.

1	(b)	An applicant may be eligible for a rebate under the
2	rebate pr	ogram if the applicant:
3	(1)	Installs a new electric vehicle charging system where
4		none previously existed; or
5	(2)	Upgrades an existing electric vehicle charging system
6		to either:
7		(A) A level two station with two or more ports that
8		provide electricity to two or more electric
9		vehicles; or
10		(B) A direct current fast charging system.
11	<u>(c)</u>	Subject to subsection (d), rebates shall be
12	distribut	ed as follows:
13	(1)	Each eligible installation of an electric vehicle
14		charging system shall receive:
15		(A) per cent of the cost of the installation of
16		a level two station with a single port; provided
17		that the amount of the rebate shall not exceed
18		<u>\$ </u>
19		(B) per cent of the cost of the installation of
20		a level two station with two or more ports;

1			provided that the amount of the rebate shall not
2			exceed \$; and
3		<u>(C)</u>	per cent of the cost of the installation of
4			a direct current fast charging system; provided
5			that the amount of the rebate shall not exceed
6			\$; and
7	(2)	Each	eligible upgrade of an electric vehicle charging
8		syste	em shall receive:
9		(A)	per cent of the cost of the installation to
10			a level two station with two or more ports; and
11			provided that the amount of the rebate shall not
12			exceed \$; and
13		<u>(B)</u>	per cent of the cost of the upgrade to a
14			direct current fast charging system; provided
15			that the amount of the rebate shall not exceed
16			<u>\$</u>
17	<u>(d)</u>	The j	oublic utilities commission shall not issue more
18	than \$1,00	00,00	O in total rebates under this section each fiscal
19	year.		
20	<u>(e)</u>	The]	public utilities commission shall:

1	<u>(1)</u>	Prepare any forms that may be necessary for an
2		applicant to claim a rebate pursuant to this section;
3	(2)	Require each applicant to furnish reasonable
4		information to ascertain the validity of the claim,
5		including but not limited to documentation necessary
6		to demonstrate that the installation or upgrade for
7		which the rebate is claimed is eligible; and
8	(3)	Post on a publicly available website, within regular
9		and reasonable periods of time, the current amounts
10		remaining in the electric vehicle charging system
11		special fund.
12	(f)	This section shall apply to electric vehicle charging
13	systems t	hat are installed or upgraded after December 31, 2019.
14	(g)	Applicants shall submit applications to the public
15	utilities	commission within twelve months of the date that the
16	newly ins	talled or upgraded charging system is placed into
17	service to	o claim a rebate from the electric vehicle charging
18	system re	bate program. Failure to apply to the commission
19	within two	elve months of the date that the newly installed or
20	upgraded (charging system is placed into service shall constitute
21	a waiver	of the right to claim the rebate.

1	(h)	Nothing in this section shall alter taxes due on the
2	original	purchase or upgrade price of an electric vehicle
3	charging	system prior to the application of the rebate. Any
4	rebate re	ceived pursuant to the electric vehicle charging syste
5	rebate pr	ogram shall not be considered income for the purposes
6	of state	or county taxes.
7	<u>(i)</u>	There is established within the state treasury the
8	electric	vehicle charging system rebate program special fund,
9	into whic	h shall be deposited:
10	(1)	Appropriations from the legislature;
11	(2)	All interest attributable to investment of money
12		deposited into the fund; and
13	(3)	Moneys allocated by the department of business,
14		economic development, and tourism to the electric
15		vehicle charging system rebate program special fund
16		from the energy security special fund established
17		pursuant to section 201-12.8.
18	<u>(j)</u>	Moneys in the electric vehicle charging system rebate
19	program s	pecial fund shall be used to:
20	(1)	Make rebate program payments pursuant to this section

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1	(2)	Pay the administrative costs for operating the
2		electric vehicle charging system rebate program; and
3	(3)	Pay the administrative costs for operating the
4		electric vehicle charging system rebate program
5		special fund.
6	(k)	In administering the electric vehicle charging system
7	rebate pr	ogram, the public utilities commission shall give
8	considera	tion to the following guidelines:
9	(1)	Priority should be given to electric vehicle charging
10		systems that are publicly available, serve multiple
11		tenants, employees, or customers, or serve electric
12		<pre>vehicle fleets;</pre>
13	(2)	Electric vehicle charging system rebates should
14		enhance broader public clean energy and grid
15		resiliency goals by supporting deployment of electric
16		vehicle charging systems that can regulate their time
17		of use, be networked and co-optimized with other
18		electric vehicle charging systems, and otherwise
19		provide grid services or other benefits to the utility
20		and electric grid; and

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1	(3)	Electric vehicle charging systems that serve a single
2		person, such as a reserved parking stall or a single-
3		family residence, should not be eligible for rebates;
4		provided that this paragraph shall not apply to
5		dedicated parking stalls in multi-use residential
6		buildings.
7	(1)	As used in this section:
8	<u>" App</u>	licant" means an individual; non-profit or for-profit
9	corporati	on; local, state or federal government agency;
10	homeowner	association; or any other eligible entity as defined
11	under rul	es adopted for the electric vehicle charging system
12	rebate pr	ogram.
13	"Dir	ect current fast charging system", commonly referred to
14	as "DC fa	st charging system", means an electric vehicle charging
15	system th	at utilizes direct current electricity rated at 440
16	volts or	greater.
17	<u>"Ele</u>	ctric vehicle charging system" has the same meaning as
18	in sectio	n 196-7.5.
19	"Lev	el two station" means a system that:

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1	(1)	Is capable of providing electricity from a non-vehicle
2		source to charge the batteries of one or more electric
3		vehicles;
4	(2)	Meets recognized standards, including standard SAE
5		J1772 of SAE International; and
6	(3)	Is designed and installed in compliance with article
7		625 of the National Electrical Code.
8	<u>§269</u>	-B Electric vehicle charging system; rebate program;
9	administr	ator; establishment. (a) The public utilities
10	commissio	n may contract with a third-party administrator to
11	operate a	nd manage any programs established under section 269-A.
12	The admin	istrator shall not be deemed to be a "governmental
13	body" as	defined in section 103D-104; provided that all moneys
14	transferr	ed to the third-party administrator shall be solely
15	from the	electric vehicle charging system rebate program special
16	fund or f	rom funds provided by the federal government or private
17	funding s	ources. The administrator shall not expend more than
18	ten per c	ent of the total annual electric vehicle charging
19	system re	bate program special fund distribution in any fiscal
20	year, or	other reasonable percentage determined by the public

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2 established under section 269-A. 3 The electric vehicle charging system rebate program administrator shall be subject to regulation by the public 4 5 utilities commission under any provision applicable to a public 6 utility in sections 269-7, 269-8, 269-8.2, 269-8.5, 269-9, 7 269-10, 269-13, 269-15, 269-19.5, and 269-28, and shall report 8 to the public utilities commission on a regular basis. 9 Notwithstanding any other provision of law to the contrary, the 10 electric vehicle charging system rebate program administrator 11 shall not be an electric public utility or an electric public 12 utility affiliate." 13 SECTION 3. Section 201-12.8, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows: 14 15 Subject to legislative appropriation, moneys from the

utilities commission, for administration of the programs

19 (1) To support the Hawaii clean energy initiative
20 program[, including its energy division, including
21 funding staff positions within the division, and

fund may be expended by the department of business, economic

development, and tourism for the following purposes and used for

no other purposes, except for those set forth in this section:

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1		projects that ensure dependable, efficient, and
2		economical energy, promote energy self-sufficiency,
3		resiliency, and provide greater energy security for
4		the State;
5	[(2)	To fund the renewable energy facilitator pursuant to
6		section 201 12.5 and any other positions necessary for
7		the purposes of paragraph (1) as determined by the
8		legislature; and
9	(3)]	(2) To support achieving the zero emissions clean
10		energy target set forth in section 225P-5;
11	(3)	To fund the building energy efficiency revolving loan
12		fund established in section 201-20;
13	(4)	To fund incentives to promote the adoption of electric
14		vehicles, to develop electric vehicle charging
15		infrastructure, and to upgrade electrical
16		infrastructure to support the development of electric
17		vehicle charging infrastructure, including the
18		allocation of moneys into the electric vehicle
19		charging system rebate program special fund
20		established pursuant to section 269-A;

1	<u>(5)</u>	To fund, to the extent possible, the greenhouse gas
2		emissions reduction task force, climate change task
3		force, [grants in aid to the economic development
4		boards of each county, and grants-in-aid to economic
5		development agencies of each county to meet the stated
6		objectives of the Hawaii clean energy initiative
7		program.] and programs to increase the resiliency of
8		public facilities through renewable energy systems;
9		and
10	(6)	To fund, to the extent possible, the duties of the
11		state building code council in section 107-24, as they
12		relate to the development of energy conservation
13		codes."
14	SECT	ION 4. There is appropriated out of the general
15	revenues	of the State of Hawaii the sum of \$ or so much
16	thereof a	s may be necessary for fiscal year 2019-2020 and the
17	same sum	or so much thereof as may be necessary for fiscal year
18	2020-2021	for deposit into the electric vehicle charging system
19	rebate pr	ogram special fund.
20	SECT	ION 5. There is appropriated out of the electric
21	vehicle c	harging system rebate program special fund the sum of

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- 1 \$ or so much thereof as may be necessary for fiscal
- 2 year 2019-2020 and the same sum or so much thereof as may be
- 3 necessary for fiscal year 2020-2021 for the purposes authorized
- 4 in section 2 of this Act.
- 5 The sums appropriated shall be expended by the public
- 6 utilities commission for the purposes of this Act.
- 7 SECTION 6. In codifying the new sections added by section
- 8 2 and referenced by section 3 of this Act, the revisor of
- 9 statutes shall substitute appropriate section numbers for the
- 10 letters used in designating the new sections in this Act.
- 11 SECTION 7. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- 13 SECTION 8. This Act shall take effect on July 1, 2100.

Report Title:

Electric Vehicles; Charging System; Rebate Program; Establishment; Special Fund; Public Utilities Commission; Energy Security Special Fund; Appropriations

Description:

Requires the public utilities commission to provide rebates to persons who install a new electric vehicle charging system or upgrade an existing electric vehicle charging system. Establishes the electric vehicle charging system rebate program administrator. Creates, and appropriates moneys out of, the electric vehicle charging system rebate program special fund. Amends the uses for which funds from the energy security special fund may be used. Effective 7/1/2100. (SD2)

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